

ND ASSOCIATION OF COUNTIES FUND
INVESTMENT PERFORMANCE REPORT AS OF MAY 31, 2008

	May-08				April-08				March-08				December-07				September-07				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Actual	Month	Market Value	Allocation	Actual	Month	Market Value	Allocation	Actual	Quarter	Market Value	Allocation	Actual	Quarter	Market Value	Allocation	Actual	Quarter	Net	Net	Ended	Ended
				Net ROR				Net ROR				Net ROR				Net ROR				Net ROR			6/30/2007	6/30/2007
																						Net	Net	
LARGE CAP DOMESTIC EQUITY																								
Structured Growth																								
Los Angeles Capital	53,797	4.6%	4.4%	4.75%	50,978	4.4%	4.4%	5.69%	48,228	4.2%	4.4%	-10.91%	51,468	4.3%	4.4%	-1.50%	54,441	4.5%	4.4%	0.38%	-2.48%	21.84%	13.35%	N/A
Total Structured Growth	53,797	4.6%	4.4%	4.75%	50,978	4.4%	4.4%	5.69%	48,228	4.2%	4.4%	-10.91%	51,468	4.3%	4.4%	-1.50%	54,441	4.5%	4.4%	0.38%	-2.48%	21.84%	13.35%	10.94%
Russell 1000 Growth				3.67%				5.25%				-10.18%				-0.77%				4.21%	1.34%	19.04%	8.70%	9.28%
Structured Value																								
LSV	50,508	4.3%	4.4%	0.11%	50,080	4.3%	4.4%	4.74%	47,800	4.2%	4.4%	-9.73%	50,348	4.2%	4.4%	-5.53%	53,076	4.3%	4.4%	-0.89%	-11.38%	23.77%	19.00%	16.55%
Russell 1000 Value				-0.16%				4.87%				-8.72%				-5.80%				-0.24%	-10.18%	21.87%	15.93%	13.31%
Russell 1000 Enhanced Index																								
LA Capital	105,612	8.9%	8.9%	3.05%	101,749	8.7%	8.9%	5.22%	96,678	8.5%	8.9%	-10.22%	102,375	8.5%	8.9%	-1.07%	108,381	8.9%	8.9%	0.24%	-3.45%	21.27%	13.46%	N/A
Russell 1000				1.83%				5.07%				-9.48%				-3.23%				1.98%	-4.42%	20.43%	12.34%	
S&P 500 Enhanced Index																								
Westridge	109,501	9.3%	8.9%	1.42%	115,181	9.8%	8.9%	5.00%	109,620	9.6%	8.9%	-9.12%	114,737	9.5%	8.9%	-3.04%	120,114	9.8%	8.9%	2.18%	-4.11%	21.12%	11.98%	N/A
S&P 500				1.30%				4.87%				-9.44%				-3.33%				2.03%	-5.12%	20.59%	11.68%	
Index																								
State Street	35,626			2.19%	37,164			3.91%	35,741			-10.81%	31,144			-6.37%	32,913			-0.80%	-12.02%	21.82%	12.34%	11.08%
Total 130/30	35,626	3.0%	3.0%	2.19%	37,164	3.2%	3.0%	3.91%	35,741	3.1%	3.0%	-10.81%	31,144	2.6%	3.0%	-6.37%	32,913	2.7%	3.0%	-0.80%	-12.02%	21.82%	12.34%	11.08%
S&P 500				1.30%				4.87%				-9.44%				-3.33%				2.03%	-5.12%	20.59%	11.68%	10.71%
TOTAL LARGE CAP DOMESTIC EQUITY	355,044	30.0%	29.7%	2.26%	355,152	30.3%	29.7%	5.01%	338,066	29.6%	29.7%	-9.94%	350,071	29.1%	29.7%	-2.89%	368,926	30.2%	29.7%	0.62%	-5.51%	21.86%	13.76%	12.22%
S&P 500				1.30%				4.87%				-9.44%				-3.33%				2.03%	-5.12%	20.59%	11.68%	10.71%
SMALL CAP DOMESTIC EQUITY																								
Manager-of-Managers																								
SEI	74,014	6.3%	6.0%	4.05%	73,091	6.2%	6.0%	4.53%	69,905	6.1%	6.0%	-11.46%	70,620	5.9%	6.0%	-6.35%	73,016	6.0%	6.0%	-3.66%	-13.11%	18.39%	13.70%	14.37%
Russell 2000 + 200bp				4.76%				4.35%				-9.43%				-4.09%				-2.60%	-7.51%	18.76%	15.72%	16.16%
Enhanced																								
Research Affiliates	73,153	6.2%	6.0%	4.22%	71,931	6.1%	6.0%	3.13%	69,752	6.1%	6.0%	-6.75%	66,930	5.6%	6.0%	-7.00%	69,617	5.7%	6.0%	N/A	N/A	N/A	N/A	N/A
Russell 2000				4.59%				4.19%				-9.90%				-4.58%				-3.09%	-9.20%	16.44%	13.45%	13.88%
TOTAL SMALL CAP DOMESTIC EQUITY	147,166	12.5%	12.1%	4.14%	145,022	12.4%	12.1%	3.83%	139,657	12.2%	12.1%	-9.17%	137,549	11.4%	12.1%	-6.67%	142,633	11.7%	12.1%	-4.98%	-12.90%	18.39%	13.70%	14.37%
Russell 2000				4.59%				4.19%				-9.90%				-4.58%				-3.09%	-9.20%	16.44%	13.45%	13.88%
INTERNATIONAL EQUITY																								
Large Cap - Active																								
Capital Guardian	64,062	5.4%	5.3%	1.42%	66,072	5.6%	5.3%	6.80%	61,913	5.4%	5.3%	-10.93%	63,561	5.3%	5.3%	-1.23%	64,604	5.3%	5.3%	0.61%	-4.12%	25.99%	21.19%	14.89%
LSV	63,500	5.4%	5.3%	0.09%	61,664	5.3%	5.3%	5.94%	58,354	5.1%	5.3%	-12.84%	61,113	5.1%	5.3%	-6.39%	65,582	5.4%	5.3%	-3.37%	-16.40%	31.24%	N/A	N/A
Total Large Cap - Active	127,562	10.8%	10.6%	0.78%	127,736	10.9%	10.6%	6.38%	120,267	10.5%	10.6%	-11.87%	124,674	10.4%	10.6%	-3.80%	130,185	10.7%	10.6%	-1.43%	-10.41%	28.57%	22.95%	18.43%
MSCI EAFE - 50% Hedged				1.26%				6.46%				-12.04%				-2.19%				0.11%	-7.16%	26.94%	22.55%	15.71%
Small Cap - Value																								
DFA	15,016	1.3%	1.3%	2.15%	15,368	1.3%	1.3%	1.65%	15,111	1.3%	1.3%	-3.65%	15,113	1.3%	1.3%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Lazard	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	15,932	1.3%	1.3%	-3.92%	N/A	21.03%	20.93%	N/A
Total Small Cap Value	15,016	1.3%	1.3%	2.15%	15,368	1.3%	1.3%	1.65%	15,111	1.3%	1.3%	-3.65%	15,113	1.3%	1.3%	-0.64%	15,932	1.3%	1.3%	-3.92%	-4.50%	21.03%	20.93%	N/A
S&P/Citigroup Broad Market Index < \$2BN				2.10%				2.30%				-14.70%				-5.94%				-0.66%	-16.74%	28.58%	26.34%	
Small Cap - Growth																								
Vanguard	14,688	1.2%	1.3%	2.07%	15,050	1.3%	1.3%	2.24%	14,721	1.3%	1.3%	-8.33%	15,470	1.3%	1.3%	-4.84%	15,591	1.3%	1.3%	-1.48%	-10.32%	31.00%	28.08%	N/A
Citigroup Broad Market Index < \$2BN				2.10%				2.30%				-14.70%				-5.94%				-0.66%	-16.74%	28.58%	26.34%	
TOTAL INTERNATIONAL EQUITY	157,265	13.3%	13.3%	1.03%	158,154	13.5%	13.3%	5.50%	150,099	13.2%	13.3%	-10.75%	155,257	12.9%	13.3%	-3.97%	161,709	13.2%	13.3%	-1.70%	-10.19%	28.02%	23.43%	17.15%
MSCI EAFE - 50% Hedged				1.26%				6.46%				-12.04%				-2.19%				0.11%	-7.16%	26.94%	22.55%	15.71%
DOMESTIC FIXED INCOME																								
Core Bond																								
Western Asset	139,281	11.8%	12.4%	-0.65%	136,039	11.6%	12.4%	1.45%	134,389	11.8%	12.4%	-1.03%	149,800	12.4%	12.4%	1.63%	146,990	12.0%	12.4%	1.87%	3.28%	7.29%	4.44%	5.64%
Lehman Aggregate				-0.73%				-0.21%				2.17%				3.00%				2.84%	7.21%	6.12%	3.98%	4.48%
Mortgage Backed																								
Hyperion	32,195	2.7%	3.2%	-0.47%	32,758	2.8%	3.2%	-1.88%	34,372	3.0%	3.2%	-7.97%	40,070	3.3%	3.2%	-1.00%	40,007	3.3%	3.2%	-1.78%	-12.60%	N/A	N/A	N/A
Lehman Global Aggregate (US Securitized Portion)				-0.70%				-0.57%				4.18%				3.15%				3.88%	10.22%			
Core Plus/Enhanced																								
Clifton Group	41,123	3.5%	3.2%	-0.65%	40,168	3.4%	3.2%	-0.73%	40,493	3.5%	3.2%	3.69%	43,669	3.6%	3.2%	3.99%	41,501	3.4%	3.2%	4.41%	11.04%	5.52%	N/A	N/A
Prudential	40,437	3.4%	3.2%	-0.28%	39,330	3.4%	3.2%	0.50%	39,395	3.5%	3.2%	0.95%	41,870	3.5%	3.2%	2.45%	40,399	3.3%	3.2%	1.95%	5.67%	N/A	N/A	N/A
Total Core Plus/Enhanced	81,560	6.9%	6.4%	-0.47%	79,498	6.8%	6.4%	-0.12%	79,888	7.0%	6.4%	2.35%	85,540	7.1%	6.4%	3.23%	81,900	6.7%	6.4%	3.18%	8.38%	5.95%	N/A	N/A
Lehman Aggregate				-0.73%				-0.21%				2.17%				3.00%				2.84%	7.21%	6.12%		

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Index	May-08				April-08				March-08				December-07				September-07				Current	Prior Year	3 Years	5 Years
	Allocation		Month		Allocation		Month		Allocation		Quarter		Allocation		Quarter		Allocation		Quarter		FYTD	FY07	6/30/2007	6/30/2007
	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net	Net	Net	Net
Bank of ND	70,032	5.9%	5.6%	-1.09%	68,728	5.9%	5.6%	-0.87%	69,303	6.1%	5.6%	2.94%	74,937	6.2%	5.6%	3.04%	73,170	6.0%	5.6%	3.09%	7.24%	5.45%	2.92%	4.32%
Lehman Gov/Credit (1)				-1.03%				-0.59%				2.53%				3.10%				3.01%	7.13%	6.00%	3.04%	4.35%
BBB Average Quality																								
Wells Capital (formerly Strong)	140,473	11.9%	12.4%	-0.95%	137,718	11.8%	12.4%	0.55%	136,911	12.0%	12.4%	0.36%	148,508	12.3%	12.4%	1.98%	145,040	11.9%	12.4%	1.48%	3.45%	7.93%	4.86%	6.59%
Lehman US Credit BAA				-0.64%				1.30%				-1.05%				1.90%				1.67%	3.18%	7.54%	4.47%	6.59%
TOTAL DOMESTIC FIXED INCOME	463,541	39.2%	40.0%	-0.76%	454,740	38.8%	40.0%	0.30%	454,862	39.9%	40.0%	0.00%	498,855	41.4%	40.0%	2.00%	487,107	39.9%	40.0%	1.84%	3.40%	7.11%	3.89%	5.04%
Lehman Aggregate (2)				-0.73%				-0.21%				2.17%				3.00%				2.84%	7.21%	6.12%	4.13%	4.87%
CASH EQUIVALENTS																								
Bank of ND	58,591	5.0%	5.0%	0.16%	57,616	4.9%	5.0%	0.15%	58,018	5.1%	5.0%	0.70%	62,178	5.2%	5.0%	0.96%	61,434	5.0%	5.0%	1.24%	3.25%	5.36%	4.10%	3.00%
90 Day T-Bill				0.03%				0.11%				0.88%				1.05%				1.34%	3.45%	5.21%	3.78%	2.76%
TOTAL NDACo FUND	1,181,608	100.0%	100.0%	1.05%	1,170,684	100.0%	100.0%	2.81%	1,140,702	100.0%	100.0%	-5.29%	1,203,910	100.0%	100.0%	-1.33%	1,221,809	100.0%	100.0%	0.10%	-2.81%	15.46%	9.60%	9.58%
POLICY TARGET BENCHMARK				0.81%				2.73%				-4.76%				-0.56%				1.48%	-0.46%	14.21%	9.01%	8.82%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.

(2) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.